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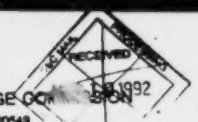

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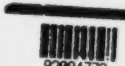
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549



FORM 10-Q

92-2247

(X) Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the quarter ended January 31, 1992 or

( ) Transition report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the transition period from _____ to _____

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9-9-X
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COMMISSION FILE NUMBER 0-12646

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ANGSTROM TECHNOLOGIES, INC.

(Exact name of registrant as specified in its charter)

DELAWARE	31-1065350
(State or jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)
1895 Airport Exchange Blvd., Suite 110 Erlanger, Kentucky (Address of principal executive offices)	41018 (Zip Code)

Registrant's telephone number, including area code: (606) 282-0020

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes__. No X.

The registrant had 18,262,478 shares of Common Stock (par value $0.01) outstanding as of March 13, 1992.

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INDEX

		Page No.
PART 1.	**Financial Information**	
	Item 1. Financial Statements	
	Balance Sheets	2
	Statements of Operations	3
	Statements of Cash Flows	4
	Notes to Financial Statements	5
	Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	6
PART II.	**Other Information**	
	Item 6. Exhibits and Reports on Form 8-K	7
SIGNATURES		8

ANGSTROM TECHNOLOGIES, INC.
BALANCE SHEETS

ASSETS	January 31 1992 (Unaudited)	January 31 1991 (Unaudited)	October 31 1991 (1)
Current assets:			
Cash	$ 29,418	$ 12,084	$ 16,445
Accounts receivable	86,565	35,004	33,568
Inventories:			
Finished goods	7,332	21,906	7,332
Raw materials and parts	47,076	50,894	18,700
	54,408	72,800	26,032
Prepaid expenses	1,432	1,752	3,749
Total current assets	171,923	121,650	79,794
Furniture and equipment, at cost	2,675	-	1,900
Less accumulated depreciation	324	-	190
	2,351	-	1,710
Other assets	1,237	37,450	1,556
Total assets	$ 175,511	$ 159,100	$ 83,060
LIABILITIES AND CAPITAL DEFICIENCY			
Current liabilities:			
Accounts payable	$ 24,466	$ 234,969	$ 30,810
Notes payable	-	484,405	-
Notes payable to shareholders	148,373	19,600	57,339
Accrued liabilities	37,666	21,941	38,480
Long-term debt due within one year	13,390	-	13,390
	223,895	760,915	140,019
Non current advance from supplier	-	38,594	-
Long-term debt	171,805	-	173,438
	171,805	38,594	173,438
Capital deficiency:			
Preferred stock, $10 par value; 2,000,000 shares authorized, none issued	-	-	-
Common stock, $.01 par value; 25,000,000 shares authorized, 18,262,478 shares issued and outstanding at January 31, 1992 and October 31, 1991; and 14,322,500 issued outstanding at January 31, 1991.	182,625	143,225	182,625
Additional paid-in capital	4,318,570	4,302,828	4,318,570
Accumulated deficit	(4,721,384)	(5,086,462)	(4,731,592)
Net capital deficiency	(220,189)	(640,409)	(230,397)
Total liabilities and capital deficiency	$ 175,511	$ 159,100	$ 83,060

(1) The balance sheet at October 31, 1991 has been excerpted from the audited financial statements.

ANGSTROM TECHNOLOGIES, INC.
STATEMENT OF OPERATIONS
(UNAUDITED)

	Three Months Ended January 31	
	1992	1991
Net sales	$ 118,816	$ 72,086
Cost of sales	46,005	31,745
Gross profit	72,811	40,341
Selling, general and administrative expenses	54,054	51,106
Interest expense	8,549	13,644
Net income (loss)	$ 10,208	$ (24,409)
Net income (loss) per share	$ 0.0006	$ (0.002)
Shares outstanding	18,262,478	14,322,500

ANGSTROM TECHNOLOGIES, INC.
STATEMENTS OF CASH FLOWS
(UNAUDITED)

	Three Months Ended January 31	
	1992	1991
Operating activities		
Net income (loss)	$ 10,208	$ (24,409)
Adjustments to reconcile net loss to net cash used by operating activities:		
Depreciation	134	-
Changes in operating assets and liabilities:		
Accounts receivable	(53,097)	(1,076)
Inventory	(28,376)	(67)
Prepaid expenses	2,317	661
Accounts payable	(6,344)	5,484
Accrued liabilities	(814)	4,533
Notes payable	-	13,644
Net cash used by operating activities	(75,972)	(1,230)
Investing activities		
Purchase of furniture and equipment	(775)	-
Decrease in other assets	319	3,264
Net cash provided (used) by investing activities	(456)	3,264
Financing activities		
Payment on line of credit	-	(10,000)
Proceeds from notes payable shareholders	91,034	15,148
Principal payments long-term debt	(1,633)	-
Net cash provided by financing activities	89,401	5,148
Net increase in cash	12,973	7,182
Cash beginning of period	16,445	4,902
Cash end of period	$ 29,418	$ 12,084

ANGSTROM TECHNOLOGIES, INC.

NOTES TO FINANCIAL STATEMENTS
(UNAUDITED)

The Balance Sheets as of January 31, 1992 and January 31, 1991 and the Statements of Operations and Cash Flows for the three month periods ended January 31, 1992 and 1991, have been prepared by the Company, without audit, pursuant to the rules and regulations of the Securities and Exchange Commissions. In the opinion of management, all adjustments necessary to present fairly the financial position at January 31, 1992, and the results of operations and cash flows for the periods presented have been made. All such adjustments are of a normal recurring nature. The results of operations for the penod ended January 31, 1992 are not necessarily indicative of the operating results for the full year.

Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been omitted. These financial statements should be read in conjunction with the consolidated financial statements and notes thereto included in the Company's 1991 annual report on Form 10-K.

The company has suffered cumulative losses since its inception in 1983 and has been unable to generate sufficient cash flows for operating purposes and to service its debt. In March 1987, a judgment was entered against the Company in favor of a creditor in the amount or $297,940, plus interest. Collection of this judgment was not pursued until late 1989 and early 1990, when the creditor began to seize and attached various properties of the Company. As a result of the attachments by the creditor, on June 29, 1990, the Company filed a voluntary petition for reorganization under Chapter 11 of the United States Bankruptcy Code in the United States Bankruptcy Court for the Eastern District of Kentucky.

While operating as a debtor-in-possession under the supervision of the Court, the Company was able to negotiate revised repayment terms for the judgment. As a result, the Company requested of the Court and was granted, an Order dismissing the Bankruptcy Proceedings effective July 12, 1991.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

FISCAL 1992 FIRST QUARTER COMPARED TO FISCAL 1991

Net sales for the first quarter of fiscal 1992 was approximately $119,000, a 65% increase from the approximately $72,000 in the same quarter of fiscal 1991. The sales gain was attributable to an increase in scanner sales to the pharmaceutical industry and and increased chemical sales to an existing customer, in the adhesive industry. In addition, it is management's opinion that its customers are showing renewed confidence in the company upon dismissal from bankruptcy.

Cost of sales as a percent of net sales decreased for the fiscal 1992 first quarter to 38.7% from 44.0% for the same period of fiscal 1991. The main reason for this decrease is the change in the product mix sold.

Selling, general and administrative expenses increased in the first quarter of fiscal 1992 by approximately $3,000 or 5% to $54,054 compared to $51,106 for the same quarter of fiscal 1991 due to increase travel expenses for out-of-state sales demonstrations.

Interest expense decreased in the first quarter of fiscal 1992 to approximately $8,500 from $13,600 in the same quarter of fiscal 1991 as a result of debt restructuring while the Company was under Chapter 11 protection.

Liquidity and Capital Resources

The Company's primary need for cash is to support its programs and its ongoing operating activities. The Company's primary sources of liquidity are cash provided by operating and financing activities. The Company has never generated sufficient cash flows from its operations and has depended upon financing from outside sources to maintain itself. At present the Company has insufficient credit arrangements to maintain its operations if sufficient sales levels are not sustained. However, the Company did enjoy a substantial increase in sales during the first quarter of 1992.

During the first quarter of fiscal 1992, the Company had a net increase in cash, accounts receivable and inventory of approximately $13,000, $53,000 and $28,500 respectively.

PART II

OTHER INFORMATION

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits

No exhibits filed with this Quarterly Report on Form 10-Q.

(b) Reports on Form 8-K

Form 8-k filed January 6, 1992 - The Company's announcement of a development contract with the United States Postal Service.

SIGNATURES

Pursuant to the requirements of the Security Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

ANGNSTOM TECHNOLOGIES, INC.
(Registrant)

DATE: March 16, 1992

By: _____
William G. McGinness
Director and President